STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:



 Reg. No.:
 2011-6960

 Issue Nos.:
 1005, 2000, 3008

 Case No.:
 January 20, 2011

 Hearing Date:
 January 20, 2011

 DHS County:
 Wayne (82-17)

ADMINISTRATIVE LAW JUDGE: Susan C. Burke

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 and MCL 400.37 upon Claimant's request for a hearing. After due notice, a telephone hearing was held on January 20, 2011. Claimant appeared and testified. The Department of Human Services (Department) was represented by

ISSUE

Was the Department correct in closing Claimant's Family Independence Program (FIP) case and decreasing Claimant's Food Assistance Program (FAP) benefits for failing to cooperate with the Department?

FINDINGS OF FACT

The Administrative Law Judge, based upon the competent, material, and substantial evidence on the whole record, finds as material fact:

- 1. Claimant was an ongoing FIP, FAP and Medicaid recipient.
- 2. On October 23, 2010, the Department closed Claimant's FIP case and reduced Claimant's FAP benefits, effective December 1, 2010, due to non-cooperation in establishing paternity or securing child support. Claimant's Medicaid case was continued.
- 3. On October 25, 2010, Claimant requested a hearing contesting the negative action.

CONCLUSIONS OF LAW

FIP was established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193, 8 USC 601, *et seq.* The Department (formerly known as the Family Independence Agency) administers FIP pursuant to MCL 400.10, *et seq.*, and MAC R400.3101-3131. FIP replaced the Aid to Dependent Children (ADC) program effective October 1, 1996. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Program Reference Manual (PRM).

FAP (formerly known as the Food Stamp (FS) program) is established by the Food Stamp Act of 1977, as amended, and is implemented by the federal regulations contained in Title 7 of the Code of Federal Regulations (CFR). The Department administers FAP pursuant to CML 400.10 *et seq.*, and MAC R 400.3001-3015. Department policies are found in the BAM, BEM and PRM.

The Medicaid program is established by the Title XIX of the Social Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). The Department administers the Medicaid program pursuant to MCL 400.10, *et seq.*, and MCL 400.105. Department policies are found in BAM, BEM and PRM.

Clients must cooperate with the local Department office in obtaining verification for determining initial and ongoing eligibility. BAM 130. The questionable information might be from the client or a third party. *Id.* The Department can use documents, collateral contacts or home calls to verify information. *Id.* The client should be allowed 10 calendar days to provide the verification. If the client cannot provide the verification despite a reasonable effort, the time limit to provide the information should be extended at least once. BAM 130. If the client refuses to provide the information or has not made a reasonable effort within the specified time, then policy directs that a negative action be issued. BAM 130.

In the present case, the Department did not submit into evidence a Notice of Noncooperation issued to Claimant, nor did it submit testimony from the Office of Child Support or any other evidence substantiating Claimant's alleged noncooperation. Claimant testified credibly that she did not receive papers or a phone call from the Office of Child Support or from the Department regarding child support. Claimant detailed that she did receive the negative action notification from the Department and that her address has remained the same. Without detailed proof of noncooperation, this Administrative Law Judge cannot find that Claimant failed to cooperate with respect to child support. Therefore, the Department was incorrect in closing Claimant's FIP case and reducing Claimant's FAP benefits. It is noted that Claimant requested a hearing on 2011-6960/SCB

Medicaid as well, but it appears that the Department did not take a negative action with respect to Claimant's Medicaid, per the Notice of Case Action dated October 23, 2010.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, finds that the Department was not correct in its decision to close Claimant's FIP case and to reduce Claimant's FAP benefits, and its decision is, therefore, REVERSED. It is ORDERED that Claimant's FIP and FAP benefits shall be reinstated as of December 1, 2010, if Claimant otherwise qualifies, and all missed benefits shall be made in the form of supplemental payments. The issue regarding Medicaid is DISMISSED pursuant to MAC R 400.903(1) and BAM 600 as no negative action was taken on Claimant's Medicaid case.

<u>June (. Bude</u> Susan C. Burke Administrative Law Judge for Maura Corrigan, Director

Department of Human Services

Date Signed: January 26, 2011

Date Mailed: January 27, 2011

NOTICE: Administrative Hearings may order a rehearing or reconsideration on either its own motion or at the request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hearings will not order a rehearing or reconsideration on the Department's motion where the final decision cannot be implemented within 90 days of the filing of the original request.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the mailing of the Decision and Order or, if a timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

SCB/pf

